



2004

NEBRASKA FINANCIAL INSTITUTION VOLUNTARY ESTIMATED PAYMENT VOUCHER AND WORKSHEET

Visit us at www.revenue.state.ne.us

Questions?

Call Taxpayer
Assistance

1-800-742-7474

(toll free in NE or IA)
or **1-402-471-5729**

Included in this Booklet:

Form 1120NF-ES and
Form 1120NF-ES Worksheet

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2004 Nebraska Financial Institution Voluntary Estimated Tax Payment Voucher and Worksheet

INSTRUCTIONS

WHO MAY FILE. Every financial institution which maintains a permanent place of business in this state and actively solicits deposits from residents of this state may make a voluntary estimated payment by filing a Nebraska Financial Institution Voluntary Estimated Tax Payment Voucher, Form 1120NF-ES.

Note: Federal credit unions are not required to file a Nebraska Financial Institution Tax Return.

WHEN AND WHERE TO FILE. If the financial institution elects to file a Nebraska Financial Institution Voluntary Estimated Tax Payment Voucher, Form 1120NF-ES, this voucher must be filed during the last month of the financial institution's taxable year and on or before the ending date of the financial institution's taxable year. The voucher must be filed with the Nebraska Department of Revenue, P.O. Box 94818, Lincoln, Nebraska 68509-4818.

PERIOD TO BE COVERED. This voucher must be filed for the 2004 calendar year or fiscal year beginning in 2004. A financial institution with its fiscal year ending other than on a calendar year quarter should contact the Nebraska Department of Revenue for further instructions.

A financial institution with a short taxable year (less than 12 months) may file a voucher for the short period. The end of the short period covered by the voucher is determined as of the last day of the financial institution's operations. The voucher must be filed during the last month of operations and on or before the end of the short period.

RATE OF TAX. The tax rate and the limitation rate are the rates in effect on the first day of the financial institution's taxable year. Financial institutions filing a voucher for a fiscal year or short period will compute the tax liability for the entire taxable period by using the tax rate in effect on the first day of the taxable period.

PAYMENT OF TAX. The voluntary estimated tax is to be paid during the last month of the financial institution's taxable year and on or before the ending date of the financial institution's taxable year. Payment of tax can be made by check, money order, electronic funds transfer (EFT), or credit card. Details about EFT and credit card payment options can be found on the department's Web site at www.revenue.state.ne.us. Make check or money order payable to the Nebraska Department of Revenue. Write the Nebraska identification number on the face of any remittance made by check. Checks written to the Department of Revenue may be presented for payment electronically.

EXTENSION OF TIME. No extension of time to file or pay the voluntary estimated tax shall be granted.

VOLUNTARY PAYMENT OF ESTIMATED TAX. Financial institutions have the option to make a voluntary estimated tax payment by filing Form 1120NF-ES during the final month of the financial institution's taxable year. **The financial institution must file a Nebraska Financial Institution Tax Return, Form 1120NF, on or before the 15th day of the third month following the close of the taxable year.** A refund of an overpayment of the voluntary

estimated tax can only be obtained by filing the Nebraska Financial Institution Tax Return, Form 1120NF. A financial institution may **not** file the Corporation Application for Adjustment of Overpayment of Estimated Tax, Form 4466N.

APPORTIONMENT FOR MULTISTATE FINANCIAL INSTITUTIONS. If a financial institution is subject to tax in more than one state, then the Nebraska financial institution tax liability is based on the amount of average deposits connected with the financial institution's operations in Nebraska. These deposits shall be the total of deposits accepted at the financial institution's Nebraska offices, plus deposits solicited from Nebraska residents which are accepted at the financial institution's offices outside of Nebraska. The financial institution's limitation amount is computed using the portion of the net financial income that is apportioned to Nebraska through the use of property and payroll factors.

ACCOUNTING METHODS. The method of accounting used for state and federal regulatory agencies must be used for Nebraska financial institution tax purposes. Income and expenses of a financial institution must be computed according to the requirements of its regulatory agencies.

ROUND TO WHOLE DOLLARS. Round any amount from 50 cents through 99 cents to the next higher dollar. Round any amount less than 50 cents to the next lower dollar. The amounts on the return must be shown in whole dollars. Dollar amounts are to be shown in ones, not in thousands. For example, fourteen million dollars shall be reported as \$14,000,000.

DEFINITIONS.

- 1. Financial institution** means any bank, building and loan association, cooperative credit association, credit union, industrial loan and investment company, savings and loan association, or savings bank chartered or qualified to do business in Nebraska; or any subsidiary of the above-listed entities. Loan servicing centers are considered a bank only if deposits are accepted. Subsidiary does not include any bank, bank holding company, financial holding company or savings and loan association which is owned 50 percent or more by a mutual savings and loan association and which does not actively solicit deposits from residents of this state.
Financial institution also means any bank, bank holding company, financial holding company, subsidiary of a bank holding company or financial holding company, affiliate of a bank holding company or financial holding company, building and loan association, cooperative credit association, credit union, industrial loan and investment company, savings and loan association, or savings bank which is **not** chartered to do business in Nebraska but maintains a permanent place of business in Nebraska and actively solicits deposits from Nebraska residents for an affiliate.
- 2. Deposits** means the amount of money placed in the custody of a financial institution for safety or

convenience that may be withdrawn at the will of the depositor or under the rules or regulations agreed upon by the financial institution and the depositor. **Deposits** also include amounts for which a certificate may be issued and which are payable on demand, on certain notice, or at a fixed future date or time. **Deposits** do not include any money placed in a fiduciary capacity in the custody of a trust department of any financial institution having trust powers granted by appropriate regulatory authority which is not placed by the trust department as a deposit in such financial institution.

3. **Average deposits** means for calendar year financial institutions, the total of the deposits held on the last day of the preceding year and the last day of each calendar quarter, divided by five.

Average deposits means for fiscal year financial institutions or short-period financial institutions, the total of the deposits held on the last day of the preceding tax year, the last day of each complete calendar quarter within the fiscal year or short-period year, and the last day of the fiscal year or short-period year, divided by the number of amounts added together.

4. **Net financial income** means the income of the financial institution, including its subsidiaries, after ordinary and necessary expenses but before income taxes and extraordinary gains and losses. Net financial income includes, but is not limited to, income from fiduciary activities, interest, rent, or service charges. Ordinary and necessary expenses include, but are not limited to, fees, depreciation on furniture and equipment, interest, salaries and benefits, and supplies. Income and expenses must be computed according to the requirements of the financial institution's regulatory agencies.

WORKSHEET INSTRUCTIONS

PAYMENT VOUCHER. Complete the worksheet to compute 2004 estimated tax. Enter the amount shown on line 15 of the worksheet on the payment voucher. Attach a check or money order to the payment voucher and mail to the Nebraska Department of Revenue, P.O. Box 94818, Lincoln, Nebraska 68509-4818.

LINES 1, 2, 3, AND 4, ENDING DEPOSITS. Enter the amount of ending deposits at the preceding year-end and those ending deposits at the end of each complete calendar quarter of the financial institution's taxable year beginning in 2004. Please refer to the chart on page 4 of these instructions to determine the appropriate line number amount to enter on the financial institution's corresponding lines on Form 1120NF-ES.

LINE 5, ESTIMATED FOURTH QUARTER ENDING DEPOSITS. The financial institution's estimated fourth quarter ending deposits is an approximate computation of the actual fourth quarter ending deposits which will be reported to its regulatory agencies at the end of the financial institution's taxable year.

LINE 7, ESTIMATED AVERAGE DEPOSITS. Divide the line 6 total deposits amount by five (5), and enter the result on line 7. Fiscal year or short-period returns should see the definition of average deposits.

LINE 9, ESTIMATED NET INCOME BEFORE INCOME TAXES AND EXTRAORDINARY ITEMS.

The financial institution's estimated net income before income taxes and extraordinary items is to be computed for the taxable year beginning, or deemed to begin, on or after January 1, 2004. This estimated amount consists of the net income before income taxes and extraordinary items reported during the first three quarters of the financial institution's taxable year and the estimated corresponding amount of the taxable year's fourth quarter. Please refer to the chart on page 4 of these instructions to determine the appropriate line number amount and possible adjustments to make for each reporting period necessary to arrive at the estimated total representing the entire taxable year for the financial institution. Enter this computed total as estimated net income before income taxes and extraordinary items on line 9 on Form 1120NF-ES. If the financial institution has an estimated net loss before income taxes and extraordinary items, enter zero on line 9.

LINE 12, COMMUNITY DEVELOPMENT ASSISTANCE ACT CREDIT.

This credit is allowable for contributions to approved projects of community betterment organizations recognized by the Nebraska Department of Economic Development. Any tax credit balance may be carried over and applied against your tax liability for the next five years immediately succeeding the tax year in which the credit was first properly claimed and allowed. See the instructions on the 2004 Nebraska Community Development Assistance Act Credit Computation, Form CDN, for more information on this credit. More detailed information on this credit can be obtained by writing to the Nebraska Department of Economic Development, Community and Rural Development Division, P.O. Box 94666, Lincoln, Nebraska 68509-4666, or by calling 1-402-471-3775 or 1-800-426-6505, extension 3775.

The maximum tax credit allowed, as entered on line 12, may not exceed the subtotal amount computed on line 11.

LINE 14. Subtract lines 12 and 13, from line 11. If the result is less than zero, enter zero.

*** CALL REPORT REFERENCES**

• For use in completing lines 1-5 and line 9 of Form 1120NF-ES

Type of Financial Institution	REPORTS AND LINE NUMBERS	
	LINES 1-5: Ending Deposits	LINE 9: Net Income Before Income Taxes and Extraordinary Items
Banks with Domestic and Foreign Offices	Form FFIEC 031 Consolidated Report of Condition Schedule RC-Balance Sheet Liabilities (Page RC-2) Line 13. Deposits Enter the total of lines 13.a. and 13.b.	Form FFIEC 031 Consolidated Report of Income Schedule RI-Income Statement Line 8. (Page RI-2) Income (loss) before income taxes and extraordinary items and other adjustments Enter line 8. FOR THE ENTIRE TAXABLE YEAR
Banks with Domestic Offices Only	Form FFIEC 041 Consolidated Report of Condition Schedule RC-Balance Sheet Liabilities (Page RC-2) Line 13. Deposits Enter line 13.a.	Form FFIEC 014 Consolidated Report of Income Schedule RI-Income Statement Line 8. (Page RI-2) Income (loss) before income taxes and extraordinary items and other adjustments Enter line 8. FOR THE ENTIRE TAXABLE YEAR
Savings and Loan Associations	OTS Form 1313 Office of Thrift Supervision Thrift Financial Report Statement of Condition Schedule SC Line SC710. Deposits Enter line SC710.	OTS Form 1313 Office of Thrift Supervision Thrift Financial Report Statement of Operations Schedule SO Line SO60 Income (loss) before income taxes Enter Line SO60 FOR THE ENTIRE TAXABLE YEAR
Credit Unions	National Credit Union Administration Form NCUA 5300 Statement of Financial Condition Liabilities, Shares and Equity (Page 3) Line 7. Total Shares and Deposits Enter line 7.	National Credit Union Administration Form NCUA 5300 Statement of Financial Condition Income (Operating): FOR THE ENTIRE TAXABLE YEAR Line 29. Net income Less: Line 14. Gain (loss) on investments Line 15. Gain (loss) on disposition of assets Line 16. Other nonoperating income (expense) Enter line 29 minus lines 14, 15, and 16.

* This chart references the call reports available as of June 30, 2004. If such call reports are modified and the line numbers do not remain constant, please use this chart as a guide to report the financial institution's deposits, estimated deposits, estimated net income before income taxes and extraordinary items, and actual net income before income taxes and extraordinary items in a consistent manner.



**Nebraska Financial Institution Voluntary
Estimated Tax Payment Voucher**
for the taxable year January 1, 2004 through December 31, 2004
or other taxable year
beginning _____, 2004 and ending _____, 20____

FORM 1120NF-ES
2004

1 Estimated tax payment (line 14 of worksheet) **1** 00

Name of Financial Institution

Type of Financial Institution:

(1) ☐ Bank (2) ☐ Savings and Loan (3) ☐ Credit Union
(4) ☐ Other _____

Street or Other Mailing Address

City or Town

State

Zip Code

Nebraska Identification Number
24 —

Federal Identification Number

Mail this voluntary estimated tax payment voucher to:
NEBRASKA DEPARTMENT OF REVENUE, P.O. BOX 94818, LINCOLN, NE 68509-4818

Visit our Web site: www.revenue.state.ne.us, or call 1-800-742-7474 (toll free in NE and IA) or 1-402-471-5729.

8-404-2004

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**Nebraska Financial Institution Voluntary
Estimated Tax Payment Worksheet**

FORM 1120NF-ES
2004
Worksheet

• Enter dollar amounts in ones, not in thousands (for example, fourteen million shall be written as 14,000,000).

1 Preceding year-end deposits	1	\$	00
2 First quarter ending deposits	2		00
3 Second quarter ending deposits	3		00
4 Third quarter ending deposits	4		00
5 Estimated fourth quarter ending deposits	5		00
6 Total actual and estimated deposits (total of lines 1 through 5)	6		00
7 Estimated average deposits (see instructions)	7		00
8 Financial institution estimated tax (line 7 multiplied by .00047)	8		00
9 Estimated net income before income taxes and extraordinary items (enter -0- if the financial institution has a net loss)	9		00
10 Limitation amount (line 9 multiplied by .0381)	10		00
11 Subtotal (enter line 8 or line 10, whichever is less)	11		00
12 Community Development Assistance Act credit	12		00
13 Amount of overpayment from 2003 carried to 2004	13		00
14 Voluntary estimated tax payment amount (subtract lines 12 and 13 from line 11). If less than zero enter -0-. Enter on line 1 of payment voucher	14		00